



General Assembly

Substitute Bill No. 5931

February Session, 2008

* HB05931FIN__040208__ *

**AN ACT CONCERNING THE APPLICABILITY OF ENTERTAINMENT
INDUSTRY TAX CREDITS.**

Be it enacted by the Senate and House of Representatives in General
Assembly convened:

1 Section 1. Subsection (b) of section 12-217jj of the 2008 supplement
2 to the general statutes is repealed and the following is substituted in
3 lieu thereof (*Effective from passage*):

4 (b) (1) The Connecticut Commission on Culture and Tourism shall
5 administer a system of tax credit vouchers within the resources,
6 requirements and purposes of this section for eligible production
7 companies producing a state-certified qualified production in the state.
8 For income years commencing on or after January 1, [2007] 2006, any
9 eligible production company incurring production expenses or costs in
10 excess of fifty thousand dollars shall be eligible for a credit against the
11 tax imposed under chapter 207 or this chapter equal to thirty per cent
12 of such production expenses or costs, provided (A) on and after
13 January 1, 2009, fifty per cent of such expenses or costs shall be
14 counted toward such credit when incurred outside the state and used
15 within the state, and one hundred per cent of such expenses or costs
16 shall be counted toward such credit when incurred within the state
17 and used within the state, and (B) on and after January 1, 2012, no
18 expenses or costs incurred outside the state and used within the state
19 shall be eligible for a credit, and one hundred per cent of such

20 expenses or costs shall be counted toward such credit when incurred
21 within the state and used within the state.

22 (2) [Any] On and after July 1, 2006, and for income years
23 commencing on or after January 1, 2006, any credit allowed pursuant
24 to this subsection may be sold, assigned or otherwise transferred, in
25 whole or in part, to one or more taxpayers, provided no credit, after
26 issuance, may be sold, assigned or otherwise transferred, in whole or
27 in part, more than three times.

28 (3) [Any] On and after July 1, 2006, and for income years
29 commencing on or after January 1 2006, any such credit allowed under
30 this subsection shall be claimed against the tax imposed under chapter
31 207 or this chapter for the income year in which the production
32 expenses or costs were incurred, and may be carried forward for the
33 three immediately succeeding income years. Any production tax credit
34 allowed under this subsection shall be nonrefundable.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>from passage</i>	12-217jj(b)

FIN *Joint Favorable Subst.*